GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:758
ANSWERED ON:20.07.2017
Financial Crisis in Textile Mills
Patole Shri Nanabhau Falgunrao

Will the Minister of TEXTILES be pleased to state:

(a) whether many mills like Kanpur woolen mills which have glorious past are struggling for their existence due to financial crisis caused by the corruption/irregularities.

(b) if so, the details of sick woolen mills, State-wise;

(c) whether the Government proposes to revive them by giving a chance of production by trial and if so, the details thereof; and

(d) whether any enquiry has been instituted against those who are responsible for the poor condition of these mills and if so, the details of action taken against them, State-wise?

Answer

MINISTER OF STATE FOR TEXTILES
(SHRI AJAY TAMTA)

(a) to (c): Under the Ministry of Textiles, British India Corporation Limited (BIC), Kanpur, has two woolen mills viz. (1) Cawnpore Woolen Mills Branch, Kanpur, Uttar Pradesh and (2) New Egerton Woolen Mills Branch, Dhariwal, Punjab. These mills have been sick since 1992. A scheme for their revival was prepared under which funds were to be infused by the sale of surplus land of BIC at Kanpur. However, the sale of land could not take place as the State Government had not given permission for conversion of nazul / leasehold land into freehold.

(d): No, Madam. However, an enquiry has been entrusted to Central Bureau of Investigation regarding alleged irregularities in the sale of land of BIC.

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